

~~TOP SECRET~~

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DPD-7399-59

28 October 1959

MEMORANDUM FOR THE RECORD

SUBJECT : Price Redetermination of Items 1 thru 6 and 9 thru
11 Contract SP-1916 Lockheed Aircraft Corporation

1. Negotiations were held at Lockheed Aircraft Corporation
in Burbank, California on 5 October 1959 regarding price redeter-
mination of the subject contract. Those present were as follows:

25X1



FOG Representative
AF Auditor
Project Contract
Negotiator

25X1



Lockheed Aircraft Corp.
Lockheed Aircraft Corp.
Lockheed Aircraft Corp.

2. The Contractor's final claim for subject contract was
\$560,383.45 for costs plus \$53,616.55 for profit or a total of
\$614,000.00.

3. It was agreed not to include the price redeterminable
costs of Baird-Atomic, Inc., a subcontractor, in this settlement.
The Contractor therefore reduced his claimed costs by \$144,132.
(P.O. 3738) or a revised cost of \$416,251.45.

25X1

4. The formal audit report had not been received however,
[redacted] advised that the acceptable costs excluding Bairds
costs was \$414,142.54. [redacted]

25X1

25X1

5. The Contractor was offered \$453,486.00 which was accepted
with the provision that their acceptance should not be construed
as indicative of their acceptance of whatever overhead and G&A
rates we may have used.

6. The settlement figure was rounded off by an additional .08¢ in order to remove this amount from the continuing figure which will be subject to redetermination at a later date. The contract ceiling at time of negotiations was \$916,047.08.

[Redacted]
Contract Negotiator

25X1

DPD-DD/I
Distr
1-SP-1916
1-Finance
1-Chrone

25X1